

Ascertainment of Offstreet Construction Works Price

In our discussions at the Cost Meeting on Tuesday it was accepted that we needed more certainty on the valuation of the offstreet works and that certainty could be best achieved by producing and pricing a Bill of Quantities.

In this regard Cyril Sweett (CS) was contacted to determine availability of adequate resources given our time criticality. CS confirmed yesterday that they have the resource immediately available (3 teams) to complete this task and consequently they have been asked to mobilise immediately in the new year to assist in the ascertainment of the price to carry out the offstreet works. CS will quote a price for this during week commencing 3/1/11.

Initial discussions have been held with CS and we intend to do the following:

Week Commencing 3/1/11

CS Billing Team leader to meet with tie to set up IT to enable drawings access and to meet with relevant tie QS's to ascertain what information is currently available and can be relied upon such as a any IFC remeasures of certain structures produced in DRP processes. This will avoid duplication of work.

Week Commencing 10/1/11-tie deadline

Thereafter CS will produce Bills to a detailed sequential billing programme to meet our demands.

tie and CS will separately price the Bills ; tie to price using Schedule Part 4 rates and CS to use current market rates.

The expected output from this exercise will be:

- 1 Full BOQ taken from IFC Drawings (Airport – Haymarket)
- 2 Priced BOQ (Airport – Haymarket) using Schedule Part 4 rates.
- 3 Priced BOQ (Airport – Haymarket) using market rates
- 4 Comparison between Infraco Construction Works Price (original BOQ) plus Change Value to final priced BOQ to highlight any tender shortfalls etc.
- 5 Information from CS showing market trends from base date pricing (2007 Sch Part 4 pricing) to 2010

DM 23/12/10